



## 98TH GENERAL ASSEMBLY

### State of Illinois

### 2013 and 2014

#### HB2652

Introduced 2/21/2013, by Rep. Monique D. Davis

#### SYNOPSIS AS INTRODUCED:

40 ILCS 5/17-127

from Ch. 108 1/2, par. 17-127

Amends the Chicago Teacher Article of the Illinois Pension Code. Provides that, beginning in State fiscal year 2014, the State shall make annual contributions to the Fund. For State fiscal year 2014, the contribution shall be \$343,860,000. For each year thereafter, the Board shall certify to the Governor by December 15th the amount of the required State contribution for the coming fiscal year. The certified contribution shall be equal to 10% of the certified State contribution to the downstate Teachers' Retirement System. Effective immediately.

LRB098 08737 EFG 38862 b

FISCAL NOTE ACT  
MAY APPLY

PENSION IMPACT  
NOTE ACT MAY  
APPLY

1 AN ACT concerning public employee benefits.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 5. The Illinois Pension Code is amended by changing  
5 Section 17-127 as follows:

6 (40 ILCS 5/17-127) (from Ch. 108 1/2, par. 17-127)

7 Sec. 17-127. Financing; revenues for the Fund.

8 (a) The revenues for the Fund shall consist of: (1) amounts  
9 paid into the Fund by contributors thereto and from employer  
10 contributions and State appropriations in accordance with this  
11 Article; (2) amounts contributed to the Fund by an Employer;  
12 (3) amounts contributed to the Fund pursuant to any law now in  
13 force or hereafter to be enacted; (4) contributions from any  
14 other source; and (5) the earnings on investments.

15 (b) The General Assembly finds that for many years the  
16 State has contributed to the Fund an annual amount that is  
17 between 20% and 30% of the amount of the annual State  
18 contribution to the Article 16 retirement system, and the  
19 General Assembly declares that it is its goal and intention to  
20 continue this level of contribution to the Fund in the future.

21 (c) For ~~Beginning in~~ State fiscal year 1999 through State  
22 fiscal year 2013, the State shall include in its annual  
23 contribution to the Fund an additional amount equal to 0.544%

1 of the Fund's total teacher payroll; except that this  
2 additional contribution need not be made in a fiscal year if  
3 the Board has certified in the previous fiscal year that the  
4 Fund is at least 90% funded, based on actuarial determinations.  
5 These additional State contributions are intended to offset a  
6 portion of the cost to the Fund of the increases in retirement  
7 benefits resulting from Public Act 90-582 ~~this amendatory Act~~  
8 ~~of 1998~~.

9 (d) Beginning in State fiscal year 2014, the State shall  
10 make annual contributions to the Fund. For State fiscal year  
11 2014, the contribution shall be \$343,860,000. For each year  
12 thereafter, the Board shall certify to the Governor by December  
13 15th the amount of the required State contribution to the Fund  
14 for the coming fiscal year. The certified contribution shall be  
15 equal to 10% of the contribution certified for the coming  
16 fiscal year under subsection (a-1) of Section 16-158 of this  
17 Code.

18 (Source: P.A. 90-548, eff. 12-4-97; 90-566, eff. 1-2-98;  
19 90-582, eff. 5-27-98; 90-655, eff. 7-30-98.)

20 Section 99. Effective date. This Act takes effect upon  
21 becoming law.